

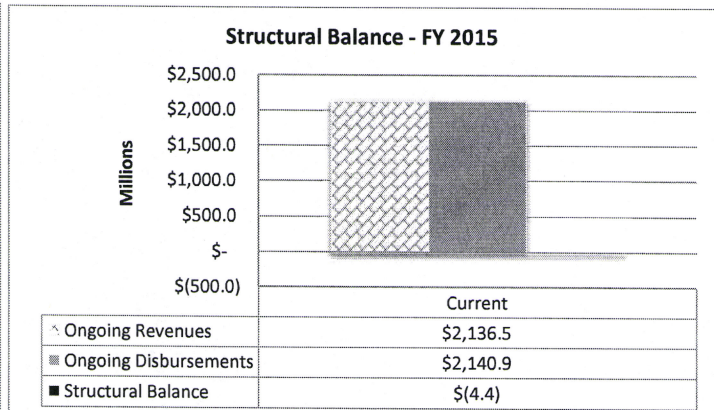
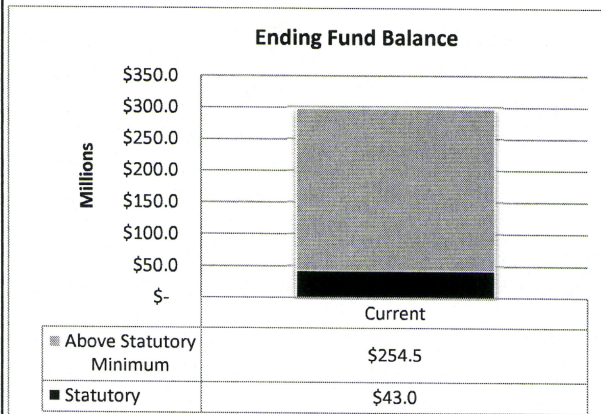
# Legislative Fiscal Division General Fund Balance Sheet

2015 Biennium (Figures In Millions)

06/27/2013

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Status #11



	Actual FY 2012	Estimated FY 2013	LEG Proposed FY 2014	LEG Proposed FY 2015	FY 2015 Biennium
<b>Beginning Fund Balance</b>	<b>\$341.9</b>	<b>\$452.4</b>	<b>\$434.6</b>	<b>\$337.8</b>	<b>\$434.6</b>
<b>Revenues</b>					
Revenue / SJ2 Revenue Estimates	\$1,879.8	1,988.9	2,044.5	2,124.2	4,168.7
SJ 2 Adjustments		6.2	11.7	13.2	24.9
Revenue Legislation		<u>0.3</u>	<u>0.1</u>	<u>(0.8)</u>	<u>(0.7)</u>
<b>Total Available Funds</b>	<b>\$2,221.7</b>	<b>\$2,447.8</b>	<b>\$2,490.9</b>	<b>\$2,474.4</b>	<b>\$4,627.5</b>
<b>Disbursements</b>					
HB2 General Appropriation Bill	1,587.9	1,642.3	1,755.4	1,809.4	3,564.9
Statutory Appropriations	171.2	200.9	199.8	214.1	413.9
Non-Budgeted Transfers	15.5	15.0	13.3	11.8	25.1
Supplemental Appropriations		118.8	0.0	0.0	0.0
Feed Bill Appropriations	1.4	1.9	1.4	11.1	12.5
Anticipated Reversions		(11.1)	(7.8)	(8.0)	(15.8)
Non-HB2 Legislation	3.7	45.4	190.9	138.4	329.4
Prior Year Adjustments	<u>(5.1)</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>	<u>0.0</u>
<b>Total Disbursements</b>	<b>\$1,774.6</b>	<b>\$2,013.2</b>	<b>\$2,153.1</b>	<b>\$2,176.8</b>	<b>\$4,329.9</b>
<b>Other Adjustments</b>					
Fund Adjustment	\$5.3				
<b>Total Other Adjustments</b>	<b>\$5.3</b>	<b>\$0.0</b>	<b>\$0.0</b>	<b>\$0.0</b>	<b>\$0.0</b>
<b>Projected Ending Balance</b>	<b>\$452.4</b>	<b>\$434.6</b>	<b>\$337.8</b>	<b>\$297.6</b>	<b>\$297.6</b>

	<u>Fiscal 2014</u>	<u>Fiscal 2015</u>
<b>Structural Balance Calculation</b>		
Anticipated Revenues 2015 Biennium	2,056.3	2,136.6
One-Time Only Revenue	(0.1)	(0.1)
Anticipated Disbursements 2015 Biennium	(2,153.1)	(2,176.8)
One-Time Only Disbursements - Legislation	98.6	12.8
One-Time Only Disbursements - HB 2	20.8	23.2
<b>Anticipated Structural Balance</b>	<b>22.6</b>	<b>(4.4)</b>

# General Fund Status Sheet

Adopted by the  
Legislative Finance Management Committee

1. What statutory appropriations are to be used?

**Recommendation:** Use the LFD estimates

2. What reversion estimates to use?

**Recommendation:** Use the LFD estimates

3. How should the impact of bills be developed if the LFD does not agree with the fiscal note or if the bill is amended without a new fiscal note?

**Recommendation:** Authorize the LFD staff to re-compute the anticipated impacts and use the results for the general fund status sheet. If there is major disagreement between the LFD and the executive, the management committee should be convened to resolve the issue.

4. \*If bills impact the guarantee account or school funding should the general fund impact be shown on the status sheet?

**Recommendation:** Statute (17-7-301, MCA) allows for certain school funding items to be not subject to reductions when fiscal year transfers occur. The general fund status sheet should include any impact of those school funding items as a supplemental, unless an appropriation is included in HB2 or other bill.

5. If revenue bills impact property taxes, should the impact on the 6-mill levy be shown as a general fund impact?

**Recommendation:** The 6-mill levy impact would be shown as a "potential" impact.

6. When should bills be placed on the status sheet?

**Recommendation:** After positive executive action in any committee.

7. How should duplicate or similar bills be reflected on the status sheet?

**Recommendation:** Show the impact of the most significant bill and footnote the duplicate(s) or similar bill(s).

8. \*How should bills that are re-referred to a second committee be reflected on the status?

**Recommendation:** In the first house, do not show the impact of the bill until positive executive action has occurred in the second committee. If a bill has already been transmitted to the second house and a re-referral occurs in the 2<sup>nd</sup> house, the bill remains on the status sheet. (NOTE: This change would require a programming change in the LAWS system.)

9. Should the general fund balance sheet include any reserve for fire suppression costs and supplemental for the 2015 biennium?



**Recommendation:** The legislature may wish to consider the Governor's emergency fund and the fire suppression fund in relation to the average annual costs of fire suppression. This would be noted in the "tickler" section as a reminder that the potential obligation exists. Language will be included to remind the reader that some authority to pay for fire suppression exists, but it may not be enough to cover two average years.

10. \*Should the general fund balance sheet show an ending fund reserve?

**Recommendation:** The LFC approved a graphic of the statutorily required 1% to be included on the general fund balance sheet.

11. How should bills that have significant "potential" appropriations with similar revenue impacts be shown?

**Recommendation:** In the past, the balance sheet has reflected both the revenue and "potential" appropriation until such time an appropriation is made in HB 2 or in the bill.

12. Should staff show a reduction in revenue if the Department of Revenue's budget is reduced?

**Recommendation:** The department has argued that there is a direct impact on revenues if their budget is reduced. DOR's recent data uses an agency wide approach resulting in a ratio of 6.3:1. During the 2011 session the value of the range 3:1 to 6:1 was recorded in the tickler section of the GF status sheet.

13. How should the liability associated with pension bills be recorded on the balance sheet?

**Recommendation:** Previously the balance sheet included the assumption that the state general fund paid its share of an employer contribution rate increase only. This would include any GTB associated with employer contributions made by local school districts.

The tickler portion of the status sheet will include reference to the total ARC gap, the percentage estimate of general funds and any offsetting legislation.

- \* Indicate changes from the previously approves (2011 Session) status sheet rules.

Senator/Representative	FY 2012	FY 2013	FY 2014	FY 2015
Beginning Fund Balance	341.9	452.4	412.9	286.9
<b>Revenues</b>				
Actual/SJ2	1,879.8	1,995.0	2,056.2	2,137.4
<b>Assumed Revenue Legislation</b>				
Ongoing assumed passed the Legislature		(0.2)	(27.7)	(17.3)
OTO assumed passed by the Legislature		0.5	0.1	(46.9)
<b>Total funds available</b>	<b>2,221.7</b>	<b>2,447.6</b>	<b>2,441.5</b>	<b>2,360.1</b>
<b>Spending</b>				
<b>HB 2 Ongoing</b>				
Section A: General Government	79.9	83.1	82.6	82.5
Section B: Health & Human Services	398.3	422.4	444.8	463.3
Section C: Natural Resources	28.8	30.0	30.6	30.5
Section D: Public Safety	256.4	256.0	272.6	274.6
Section E: Education (Revised GA)	814.4	837.2	906.2	932.6
Statutory/Non-budgeted/Feed bill	188.1	217.8	214.5	237.0
Reversions and other	(6.7)	(11.1)	(7.8)	(8.0)
<b>Assumed Spending Legislation</b>				
<b>Ongoing</b>				
HB 13 Pay plan potential (Gov 24/52)			17.0	41.0
HB 3 (52.2 of ongoing included here)		52.2		
Pensions assume current level			62.9	64.6
SB 175 School funding			12.2	12.1
SB 175 Tax Reduction				1.5
SB 96 Property tax reduction reimbursements				9.1
Other Ongoing appropriations		8.7	0.1	(0.1)
<b>OTO</b>				
HB 2	10.1	13.6	20.2	22.5
HB 5/14 Buildings				
HB 13 Pay plan - contingency			1.1	
HB 3 (52.2 of ongoing shown above)		66.6		
SB 175 School funding		23.0		
Other OTO appropriations (incl 13 HB1)		35.3	97.6	14.7
<b>Total Spending</b>	<b>1,769.3</b>	<b>2,034.7</b>	<b>2,154.6</b>	<b>2,178.1</b>
<b>Ending Fund Balance</b>	<b>452.4</b>	<b>412.9</b>	<b>286.9</b>	<b>182.0</b>
Total Ongoing	1,759.2	1,896.3	2,035.7	2,140.9
Total OTO	10.1	138.5	118.9	37.2
<b>Structural Balance</b>			<b>(7.2)</b>	<b>(20.8)</b>
HB 2 Ongoing	1,577.8	1,628.7	1,736.8	1,783.6
HB 2 Total	1,587.9	1,642.3	1,757.0	1,806.1



General Fund Budget 2015 Biennium (millions) - as of Februray 26, 2015

\*\*\*\*\* Ongoing Spending - Summary \*\*\*\*\*

	FY 2014	FY 2015
Ongoing Revenue	\$ 2,056.22	\$ 2,137.41
Total Ongoing spending appropriations	\$ 1,603.32	\$ 1,798.98
Remaining Ongoing Revenue funds available	\$ 452.90	\$ 338.43

\*\*\*\*\* Ongoing Spending - Detail \*\*\*\*\*

Ongoing spending in HB2	\$ 1,142.50	\$ 1,322.50
Miscellaneous bills	\$ 26.12	\$ 28.00
HB 111	\$ 114.23	\$ 124.90
HB 222	\$ 47.00	\$ 47.00
SB 100	\$ 29.76	\$ 32.87
SB 200	\$ 22.11	\$ 22.11
SB 300	\$ 221.60	\$ 221.60
Total Ongoing spending appropriations	\$ 1,603.32	\$ 1,798.98

# Example Budget Status

General Fund Budget 2015 Biennium (millions) - as of Februray 26, 2015

\*\*\*\*\* One-Time-Only Spending - Summary \*\*\*\*\*

One-Time-Only Revenue	\$	434.65
Total One-Time-Only appropriations	\$	132.36
Remaining One-Time-Only funds available	\$	302.29

\*\*\*\*\* One-Time-Only Spending - Detail \*\*\*\*\*

One-Time-Only in HB2	\$	42.50
Miscellaneous bills	\$	2.12
HB 123	\$	6.50
HB 125	\$	47.00
SB 100	\$	29.70
SB 106	\$	2.94
SB 210	\$	1.60
Total One-Time-Only appropriations	\$	132.36

## Example Budget Status